

BLUE MOUNTAIN DISTRIBUTION SYSTEM ANNUAL MEETING

MARCH 23, 2004

The annual meeting of the Blue Mountain Distribution System was called to order at 6:08 p.m. by Chairman Gary Halls. The first item of business was the reading of the minutes of the 2003 annual meeting by Mark Page. There were no corrections or additions to be made. A motion was made by Clem Washburn, and seconded by Clarence Pehrson, to accept the minutes. The motion passed.

The Commissioner's Report was the next item of business. Mr. Clarence Pehrson indicated that there was essentially no water diverted on the system in 2003. All of the available water was stored in Lloyd's Lake. Joseph Barton made a motion to accept the Report, and the motion was seconded by Chet Johnson. All present voted in the affirmative.

The next item of business was to review the 2003 Financial Statement. Mr. John Larsen indicated that as of January 1, 2003 there was \$1066.06 in the Trust Account. Receipts during 2003 totaled \$904.07. Regular assessments accounted for \$900.00. The account earned \$4.07 in interest. Expenditures for the year totaled \$1599.93. The overdraft was from the contractual services account. As of December 31, 2003, there was \$370.20 in the Trust Account. There was one delinquent account which has been paid for \$100.00. A motion was made by John Scrup, and seconded by Joseph Barton, to accept the Financial Statement. The vote was unanimous.

Mr. Halls indicated that the next item of business was the preparation of the budget for 2004. After a brief discussion, it was decided that the following budget would meet the anticipated needs of the system. This would include a salary of \$520.00, and ~~\$16.20~~ for each day that the commissioner works on the system. As a result, the 2004 budget is as follows:

Commissioner's Salary	\$520.00	f 10
Contractual Services	\$700.00	
Social Security	\$40.00	
Workman's Compensation	\$10.00	
State Engineer's Assessment	\$120.00	
Total	\$1390.00	

Clarence Pehrson made a motion to accept the budget, and set the assessment at \$1390.00. The motion was seconded by Trent Schafer, and the vote was unanimous.

The assessment will be made as follows:

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San Juan County Conservancy District	60%
Blue Mountain Irrigation Company	10%
Gary Halls	10%
Monticello City	10%
Pioneer Ditch c/o Monticello City	10%

The next item of business was a review of the Commissioner services in 2004. The water users were pleased with Mr. Pehrson's work. It was noted that he is serving under a 4-year term.

Chairman Halls indicated that a committee should be appointed for 2004. A motion was made by Trent Schafer, and seconded by Karl Barton, that the same committee be retained for another year of service. All voted in the affirmative. The committee consists of the following individuals:

Gary Halls	Chairman
Bruce Adams	Vice Chairman
Chet Johnson	Pioneer Ditch
Ernest Sonderegger	Pioneer Ditch
Jack Redd	Spring Creek
Joseph Barton	Verdure Creek

It was noted that the snowpack at the Camp Jackson Snotel station is currently 84%.

The meeting adjourned at 6:45 p.m.

Those present included the following:

Gary Halls	High Water
John Scorup	Spring Creek
Clem Washburn	Blue Mountain Irrigation Company
Joseph R. Barton	Verdure
Clarence Pehrson	Pioneer/Water Commissioner
Chet Johnson	Pioneer
Karl S. Barton	Verdure
Guy Tracy	Blue Mountain
Trent Schafer	Monticello City
Bruce Adams	Blue Mountain
Lee Sim	Division of Water Rights
John Larsen	Division of Water Rights
Gertrudys Adkins	Division of Water Rights
Mark Page	Division of Water Rights